

# OPEN MEETING AGENDA ITEM

ARE THE ARIZONA CORPORATION COMMISSION AZ CORP GGA FLOCAR 2 **COMMISSIONERS** BOB STUMP, Chairman DOCKET GOLD 3 **GARY PIERCE ORIGINAL** 2014 AUG 14 AM 11 57 **BRENDA BURNS BOB BURNS** SUSAN BITTER SMITH 5 IN THE MATTER OF THE APPLICATION OF DOCKET NO. W-01445A-11-0310 ARIZONA WATER COMPANY, AN 6 ARIZONA CORPORATION, FOR A 7 DETERMINATION OF THE FAIR VALUE OF **CERTIFICATE OF FILING** ITS UTILITY PLANT AND PROPERTY, AND **COMPLIANCE TARIFF** 8 FOR ADJUSTMENTS TO ITS RATES AND CHARGES FOR UTILITY SERVICE FURNISHED BY ITS EASTERN GROUP AND FOR CERTAIN RELATED APPROVALS. 10 Decision No. 74590 of the Arizona Corporation Commission entered on July 30, 2014 in the 11 above-captioned matter directed Arizona Water Company to file with the Commission by August 15. 12 2014, tariff schedules consistent with the rates approved in the order. Arizona Water Company 13 hereby files the attached revised tariff in compliance with Decision No. 74590. 14 RESPECTFULLY SUBMITTED this 14th day of August, 2014. 15 ARIZONA WATER COMPANY 16 **17** Arizona Corporation Commission DOCKETED E. Robert Spear 18 General Counsel AUG 1 4 2014 19 ARIZONA WATER COMPANY Post Office Box 29006 DOCKETED BY 20 Phoenix, Arizona 85038-9006 21 Steven A Hirsch Stanley B. Lutz 22 **BRYAN CAVE LLP** Two North Central Avenue, Suite 2200 23 Phoenix, AZ 85004 Attorneys for Applicant 24 Arizona Water Company

25

1	<b>ORIGINAL</b> and thirteen (13) copies of the foregoing filed this 14th day of August, 2014, with:
2	Docket Control Division
3	Arizona Corporation Commission 1200 West Washington Street
4	Phoenix, Arizona 85007
5	COPY of the foregoing hand-delivered this 14th day of August, 2014, to:
6	Lyn Farmer, Chief Administrative Law Judge Hearing Division
7	Arizona Corporation Commission
8	1200 West Washington Street Phoenix, Arizona 85007
9	Steven M. Olea, Director
10	Utilities Division Arizona Corporation Commission
11	1200 West Washington Street Phoenix, Arizona 85007
12	Janice Alward, Chief Counsel
13	Wesley Van Cleve Bridget Humphrey
14	Legal Division Arizona Corporation Commission
15	1200 West Washington Street Phoenix, Arizona 85007
16	
17	
18	
19	
20	
21	
22	
23	
23	

1	COPY of the foregoing e-mailed and/or mailed this	14th day of August, 2014, to:
2	Daniel W. Pozefsky, Chief Counsel	Gary Yaquinto
	Residential Utility Consumer Office	ARÍZONA UTILITY INVESTORS ASSN.
3	1110 West Washington Street, Suite 220	2100 N. Central Avenue, Suite 210
	Phoenix, Arizona 85007	Phoenix, AZ 85004
4		gyaquinto@arizonaic.org
	Scott S. Wakefield	
5	RIDENOUR, HIENTON & LEWIS, PLLC	Michael W. Patten
	201 N. Central Ave. Suite 3300	Timothy J. Sabo
6	Phoenix, AZ 85004-1052	ROSHKA DEWULF & PATTEN, PLC
	swakefield@rhlfirm.com	One Arizona Center
7	Attorney for Residential Utility Consumer Office	400 E. Van Buren, Suite 800
		Phoenix, AZ 85004-2262
8	Jay L. Shapiro	mpatten@rdp-law.com
	FENNEMORE CRAIG PC	tsabo@rdp-law.com
9	2394 E. Camelback Road, Suite 600	Attorneys for Global Water
	Phoenix, AZ 85016-3429	
10	jshapiro@fclaw.com	Ron Fleming
	Attorney for Liberty Utilities	GLOBAL WATER UTILITIES
11		21410 N. 19 <sup>th</sup> Avenue, Suite 201
	Tom Krepitch	Phoenix, AZ 85027
12	LIBERTY UTILITIES	ron.fleming@gwresources.com
	12725 W. Indian School Road, Suite D101	0 7 7
13	Avondale, AZ 85392	Garry D. Hays
1.4	tom.krepitch@libertyutilities.com	LAW OFFICES OF GARRY D. HAYS, PC
14	Michael Hellem	1702 E. Highland Avenue, Suite 204
15	Michael Hallam	Phoenix, AZ 85016
13	LEWIS ROCA ROTHBERGER, LLP 40 N. Central	ghays@lawgdh.com
16	Phoenix, AZ 85004	Attorney for City of Globe
10	Mhallam@LRRlaw.com	Greg Patterson
17	Attorney for EPCOR Water Arizona, Inc.	916 W. Adams, Suite 3
1'		Phoenix, AZ 85007
18	Sheryl Hubbard	greg@azcpa.org
•	EPCOR WATER ARIZONA, INC.	gregue azepa.org
19	2355 W. Pinnacle Peak Road, Suite 300	Ryan Harper
	Phoenix, AZ 85027	Lauren Patheal
20	shubbard@epcor.com	Julie Rees
		TRIADVOCATES, LLC
21	Michael M. Grant	Two N. Central Ave., Suite 1150
	GALLAGHER & KENNEDY, PA	Phoenix, Arizona 85004
22	2575 E. Camelback Road	ryan@triadvocates.com
	Phoenix, AZ 85016-9225	lauren@triadvocates.com
23	mmg@gknet.com	julie@triadvocates.com
	Attorney for Arizona Investment Council	
24		Ms. Kathie Wyatt (by mail only)
i	( Junior	1940 N. Monterey Drive
25	By:	Apache Junction, AZ 85120

Filed by: William M. Garfield

Title: President

8"

10"

\$1,360.00

\$1,955.00

all gallons -

all gallons -

Date(s) of Original Filing: Apr. 1, 1955 System(s): **COCHISE (BISBEE)**  A.C.C. No. 555

Cancelling A.C.C. No(s). 539
Tariff or Schedule No. WG-102

Filed: August 14, 2014. Effective: July 30, 2014

AVAILABILITY: In Bisbee and environs at all points where facilities of adequate capacity and pressure are adjacent to the premises served.

**APPLICATION:** To all water service required when such service is supplied at one premise through one point of delivery and measured through one meter. Not applicable to temporary, standby, or supplementary service.

DECIDENTIAL.							
RESIDENTIAL:	Minimum Charge	Commodity Bata par 1	000 Callor	no Consumod			
Meter Size %" x 34"	Minimum Charge \$17.00	Commodity Rate per 1, 0 - 3,000 gallons -		3,001 - 10,000 gallons -	¢5 4050:	gallong aver 10 000	<b>¢</b> ¢ £200
78 X 74 1"	\$17.00 \$42.50	0 - 30,000 gallons -		gallons over 30,000 -	\$6.5280	gallons over 10,000 -	<b>⊅</b> 0.5260
1%"	\$85.00	0 - 65,000 gallons -		gallons over 65,000 -	\$6.5280		
2"		. •		•			
2 3"	\$136.00 \$273.00	0 - 100,000 gallons -		gallons over 100,000 -	\$6.5280		
3 4"	\$272.00	0 - 220,000 gallons -		gallons over 220,000 -	\$6.5280		
<del>4</del> 6"	\$425.00 \$850.00	0 - 350,000 gallons -		gallons over 350,000 -	\$6.5280		
8"	•	0 - 725,000 gailons -		gallons over 725,000 -	\$6.5280		
0 10"	\$1,360.00 \$1,055.00			gallons over 1,175,000 -			
10	\$1,955.00	0 - 1,700,000 gailons -	<b>\$5.4050</b> ,	gallons over 1,700,000 -	<b>⊅</b> 0.5∠60		
COMMERCIAL:							
Meter Size	Minimum Charge	Commodity Rate per 1,	000 Gallor	ns Consumed			
5/8" × 3/4"	\$17.00	0 - 10,000 gallons -		gallons over 10,000 -	\$6.5280		
1"	\$42.50	0 - 30,000 gallons -		gallons over 30,000 -	\$6.5280		
1½"	\$85.00	0 - 65,000 gallons -		gallons over 65,000 -	\$6.5280		
2"	\$136.00	0 - 100,000 gallons -		gallons over 100,000 -	\$6.5280		
3"	\$272.00	0 - 220,000 gallons -		gallons over 220,000 -	\$6.5280		
4"	\$425.00	0 - 350,000 gallons -		gallons over 350,000 -	\$6.5280		
6"	\$850.00	0 - 725,000 gallons -		gallons over 725,000 -	\$6.5280		
8"	\$1,360.00			gallons over 1,175,000 -			
10"	\$1,955.00			gallons over 1,700,000 -			
	* .,	- 1,1 - 1,1 - 1 <b>g</b> -meno	***************************************	g	*		
INDUSTRIAL:							
Meter Size	Minimum Charge	Commodity Rate per 1,		ns Consumed			
%" x ¾"	\$24.65	ali galions -	\$5.7500				
1"	\$61.63	all gallons -	\$5.7500				
1½"	\$123.25	all gallons -	\$5.7500				
2"	\$197.20	ali galions -	\$5.7500				
3"	\$394.40	ali gailons -	\$5.7500				
4"	\$616.25	all gallons -	\$5.7500				
6"	\$1,232.50	all gallons -	\$5.7500				
8"	\$1,972.00	all gallons -	\$5.7500				
10"	\$2,834.75	all gallons -	\$5.7500				
CONSTRUCTION	ı <b>.</b>						
Meter Size	Minimum Charge	Commodity Rate per 1,	nnn Gallor	ne Consumed			
%" x 3/4"	\$17.00	0 - 10,000 gallons -		gallons over 10,000 -	\$6.5280		
78 X 74 1"	•			•			
	\$42.50	0 - 30,000 gallons -		gallons over 30,000 -	\$6.5280		
1½"	\$85.00	0 - 65,000 gallons -		gallons over 65,000 -	\$6.5280		
2"	\$136.00	0 - 100,000 gallons -		gailons over 100,000 -	\$6.5280		
3"	\$272.00	0 - 220,000 gallons -		gailons over 220,000 -	\$6.5280		
4"	\$425.00	0 - 350,000 gallons -		gallons over 350,000 -	\$6.5280		
6"	\$850.00	0 - 725,000 gallons -		gallons over 725,000 -	\$6.5280		
8"	\$1,360.00			gallons over 1,175,000 -			
10"	\$1,955.00	0 - 1,700,000 gallons -	\$5.4050;	gallons over 1,700,000 -	\$6.5280		
SALES FOR RES	AI E.						
Meter Size	Minimum Charge	Commodity Rate per 1,	nnn Callar	ne Concumed			
%" x 3/4"	\$17.00	all gallons -	\$5.4050	is consumed			
78 X 74 1"	\$42.50	all gallons -	\$5.4050				
1½" 2"	\$85.00 \$136.00	all gallons -	\$5.4050				
3"	\$136.00 \$373.00	all gallons -	\$5.4050				
-	\$272.00	all gallons -	\$5.4050 \$5.4050				
4"	\$425.00	all gallons -	\$5.4050				
6"	\$850.00	all gallons -	\$5.4050				

\$5.4050

\$5.4050

Filed by: William M. Garfield Title: President

Date(s) of Original Filing: Apr. 1, 1955 System(s): COCHISE (BISBEE) A.C.C. No. 555 Cancelling A.C.C. No(s). 539 Tariff or Schedule No. WG-102 Filed: August 14, 2014.

Effective: July 30, 2014

#### SYSTEM IMPROVEMENT BENEFITS SURCHARGE:

(Residential, Commercial, Industrial, Construction, Sales for Resale)

(i tesidei idai,	Commercial, moustile	ai, Construction, Gales	ioi itesaiej
Meter Size	Gross Surcharge	Efficiency Credit	Net Surcharge
5/8" x 3/4"	\$0.86	-\$0.04	\$0.82
1"	\$2.15	-\$0.10	\$2.05
1%"	\$4.30	-\$0.20	\$4.10
2"	\$6.88	-\$0.32	\$6.56
3"	\$13.76	-\$0.64	\$13.12
4"	\$21.50	-\$1.00	\$20.50
6"	\$43.00	-\$2.00	\$41.00
8"	\$68.80	-\$3.20	\$65.60
10"	\$98.90	-\$4.60	\$94.30

ADJUSTMENT: Plus the applicable proportionate part of any taxes or governmental impositions which are or may in the future be assessed on the basis of the gross revenues of the Company and/or the price or revenue from the water or service sold and/or the volume of water pumped or purchased for sale and/or sold hereunder and any tax or similar assessment based on the withdrawal, delivery or use of water. In the event of any increase or decrease in taxes or other governmental impositions, rates shall be adjusted to reflect such increase or decrease.

SPECIAL PROVISIONS: Subject to the Company's Tariff Schedule SC-265.

TERMS AND CONDITIONS: Subject to the Company's Tariff Schedule TC-243.

Filed by: William M. Garfield

Title: President

10"

\$1,955.00

ali gallons -

Date(s) of Original Filing: Sep. 8, 1960

System(s): COCHISE (SIERRA VISTA)

A.C.C. No. 556

Cancelling A.C.C. No(s). 540 Tariff or Schedule No. WG-162

Filed: August 14, 2014 Effective: July 30, 2014

AVAILABILITY: In Sierra Vista and environs at all points where facilities of adequate capacity and pressure are adjacent to the premises served.

**APPLICATION:** To all water service required when such service is supplied at one premise through one point of delivery and measured through one meter. Not applicable to temporary, standby, or supplementary service.

RESIDENTIAL:							
Meter Size	Minimum Charge	Commodity Rate per 1,0					
%" x ¾"	\$17.00	0 - 3,000 gallons -		3,001 - 10,000 gallons -		gallons over 10,000 - \$	3.0550
1"	\$42.50	0 - 30,000 gallons -		gallons over 30,000 -	\$3.0550		
1%"	\$85.00	0 - 65,000 gallons -		gallons over 65,000 -	\$3.0550		
2"	\$136.00	0 - 100,000 gallons -		gallons over 100,000 -	\$3.0550		
3"	\$272.00	0 - 220,000 gallons -		gallons over 220,000 -	\$3.0550		
4"	\$425.00	0 - 350,000 gallons -		gallons over 350,000 -	\$3.0550		
6" 8"	\$850.00	0 - 725,000 gallons -		gallons over 725,000 -	\$3.0550		
-	\$1,360.00 \$4,055.00			gallons over 1,175,000 -			
10"	\$1,955.00	0 - 1,700,000 gailons -	\$1.9320,	gallons over 1,700,000 -	<b>\$3.0000</b>		
COMMERCIAL:							
Meter Size	Minimum Charge	Commodity Rate per 1,	000 Gallor	ns Consumed			
5/8" × 3/4"	\$17.00	0 - 10,000 gallons -		gallons over 10,000 -	\$3.0550		
1"	\$42.50	0 - 30,000 gallons -		gallons over 30,000 -	\$3.0550		
1½"	\$85.00	0 - 65,000 gallons -		gallons over 65,000 -	\$3.0550		
2"	\$136.00	0 - 100,000 gallons -		gallons over 100,000 -	\$3.0550		
3"	\$272.00	0 - 220,000 gallons -		gallons over 220,000 -	\$3.0550		
4"	\$425.00	0 - 350,000 gallons -		gallons over 350,000 -	\$3.0550		
6"	\$850.00	0 - 725,000 gallons -		gallons over 725,000 -	\$3.0550		
8"	\$1,360.00			gallons over 1,175,000 -	•		
10"	\$1,955.00			gallons over 1,700,000 -			
	* .,	t the second	•	3	•		
INDUSTRIAL:							
Meter Size	Minimum Charge	Commodity Rate per 1,		ns Consumed			
5/8" x 3/4"	\$24.65	all gailons -	\$5.7500				
1"	\$61.63	all gallons -	\$5.7500				
1½"	\$123.25	all gallons -	\$5.7500				
2"	\$197.20	all gallons -	\$5.7500				
3"	\$394.40	all gallons -	\$5.7500				
4"	\$616.25	all gailons -	\$5.7500				
6"	\$1,232.50	all gallons -	\$5.7500				
8"	\$1,972.00	all gallons -	\$5.7500				
10"	\$2,834.75	all gallons -	\$5.7500				
CONSTRUCTION	: Minimum Charge	Commodity Rate per 1,	000 Caller	na Canaumad			
Meter Size					¢2 0550		
5⁄8" x 3⁄4"	\$17.00	0 - 10,000 gallons -		gallons over 10,000 -	\$3.0550		
1"	\$42.50	0 - 30,000 gallons -		gallons over 30,000 -	\$3.0550		
1½"	\$85.00	0 - 65,000 gallons -		gallons over 65,000 -	\$3.0550		
2"	\$136.00	0 - 100,000 gallons -		gallons over 100,000 -	\$3.0550		
3"	\$272.00	0 - 220,000 gallons -		gallons over 220,000 -	\$3.0550		
4"	\$425.00	0 - 350,000 gallons -		gallons over 350,000 -	\$3.0550		
6"	\$850.00	0 - 725,000 gallons -		gallons over 725,000 -	\$3.0550		
8"	\$1,360.00	0 - 1,175,000 gallons -	\$1.9320;	gallons over 1,175,000 -	\$3.0550		
10"	\$1,955.00	0 - 1,700,000 gallons -	\$1.9320;	gallons over 1,700,000 -	\$3.0550		
04/ 50 505 5-1	NALE:						
SALES FOR RES		Commedit. Data and	000 0-11-	Co-oursed			
Meter Size	Minimum Charge	Commodity Rate per 1,		is Consumed			
5/8" × 3/4"	\$17.00	all gallons -	\$1.9320				
1"	\$42.50	all gallons -	\$1.9320				
1½"	\$85.00	all gallons -	\$1.9320				
2"	\$136.00	all gallons -	\$1.9320				
3"	\$272.00	all gallons -	\$1.9320				
4"	\$425.00	all gallons -	\$1.9320				
6"	\$850.00	all gallons -	\$1.9320				
8"	\$1,360.00	all gallons -	\$1.9320				
4.511	#4 OFF 00	-00	<b>64</b> 0000				

\$1.9320

Filed by: William M. Garfield

Title: President

Date(s) of Original Filing: Sep. 8, 1960

System(s): COCHISE (SIERRA VISTA)

A.C.C. No. 556

Cancelling A.C.C. No(s). 540 Tariff or Schedule No. WG-162

Filed: August 14, 2014 Effective: July 30, 2014

## SYSTEM IMPROVEMENT BENEFITS SURCHARGE:

(Residential, Commercial, Industrial, Construction, Sales for Resale)

Meter Size	Gross Surcharge	Efficiency Credit	Net Surcharge
5/8" x 3/4"	\$0.86	-\$0.04	\$0.82
1"	\$2.15	-\$0.10	\$2.05
1½"	\$4.30	-\$0.20	\$4.10
2"	\$6.88	-\$0.32	\$6.56
3"	\$13.76	-\$0.64	\$13.12
4"	\$21.50	-\$1.00	\$20.50
6"	\$43.00	-\$2.00	\$41.00
8"	\$68.80	-\$3.20	\$65.60
10"	\$98.90	-\$4.60	\$94.30

**ADJUSTMENT:** Plus the applicable proportionate part of any taxes or governmental impositions which are or may in the future be assessed on the basis of the gross revenues of the Company and/or the price or revenue from the water or service sold and/or the volume of water pumped or purchased for sale and/or sold hereunder and any tax or similar assessment based on the withdrawal, delivery or use of water. In the event of any increase or decrease in taxes or other governmental impositions, rates shall be adjusted to reflect such increase or decrease.

SPECIAL PROVISIONS: Subject to the Company's Tariff Schedule SC-265.

TERMS AND CONDITIONS: Subject to the Company's Tariff Schedule TC-243.

## WATER RATES - PRIVATE FIRE SERVICE

Filed by: William M. Garfield

Title: President

Date of Original Filing: April 1, 1955

System(s): ALL SERVICE AREAS LISTED BELOW

A.C.C. No. 557

Cancelling A.C.C. No. 552 Tariff or Schedule No. PF-242 Filed: August 14, 2014

Effective: July 30, 2014

**AVAILABILITY:** In all cities, towns and unincorporated areas in which the Company provides general water utility services where facilities of adequate capacity and pressure are adjacent to the premises to be served.

**APPLICATION:** To all water service furnished for the specific purpose of providing private fire service. No water may be taken through private fire service systems for any purpose other than for the extinguishment of fires.

# MONTHLY RATE:

	System Improvement Benefits Surcharge:				
	All Meter		Gross	Efficiency	Net
System	Conne	ection Sizes	Surcharge	Credit	<u>Surcharge</u>
Superstition (Includes Apache Junction, Superior, Miami)	\$	28.00			
Cochise (Includes Bisbee, Sierra Vista)	\$	28.00	\$0.86	-\$0.04	\$0.82
San Manuel	\$	27.00			
Falcon Valley (Includes Oracle, SaddleBrooke Ranch)	\$	27.00			
Winkelman	\$	27.00			
Pinal Valley (Includes Casa Grande, Coolidge, Stanfield)	\$	25.00			
White Tank	\$	25.00			
Ajo	\$	25.00			
Navajo (Includes Lakeside, Overgaard)	\$	25.00			
Verde Valley (Includes Sedona, Pinewood, Rimrock)	\$	30.50			

**ADJUSTMENT:** Plus the applicable proportionate part of any taxes or governmental impositions which are or may in the future be assessed on the basis of the gross revenues of the Company and/or the price or revenue from the water or service sold and/or the volume of water pumped or purchased for sale and/or sold hereunder and any tax or similar assessment based on the withdrawal, delivery or use of water. In the event of any increase or decrease in taxes or other governmental impositions, rates shall be adjusted to reflect such increase or decrease.

#### SPECIAL PROVISIONS:

- 1. The customer will pay, without refund, the entire cost of the private fire service.
- 2. The private fire service shall be installed by the Company or under the Company's direction and shall be the sole property and subject to the control of the Company, with the right to alter, repair, replace and remove upon discontinuance of service.
- 3. The minimum diameter for private fire service will be four (4) inches. The maximum diameter shall not be larger than the diameter of the water main to which the fire protection service is attached unless said main is circulating, in which case with the approval of the Company the maximum diameter may be larger than the diameter of said circulating main.
- 4. If a water main of adequate size is not available adjacent to the premises to be served, then a new main from the nearest existing main of adequate size will be installed by the Company at the cost of the customer. Such cost shall not be subject to refund.
- 5. The private fire service facilities will include a detector check valve, backflow prevention device, or other similar device acceptable to the Company which will indicate the use of water. The facilities may be located within the customer's premises or within public right-of-way adjacent thereto. Where located within the premises, the Company and its duly authorized agents shall have the right of ingress to and egress from the premises for all purposes related to said facilities.
- 6. The customer must notify the Company within 48 hours of private fire service activation, resulting in the use of water in any amount.
- 7. No structure shall be built over the private fire service and the customer shall maintain and safeguard the area occupied by the service from traffic and other hazardous conditions. The customer will be responsible for any damage to the private fire service facilities whether resulting from the use or operation of appliances and facilities on customer's premises or otherwise.
- 8. Subject to the approval of the Company, any change in the location or construction of the private fire service as may be requested by public authority or the customer will be made by the Company following payment to the Company of the entire cost of such change.
- 9. The customer's installation must be such as to separate effectively the private fire service from that of the customer's regular domestic water service. Any unauthorized use of water through the private fire service will be charged for at the applicable tariff rates and may be grounds for the Company's discontinuing private fire service without liability.
- 10. There shall be no cross connection between the systems supplied by water through the Company's private fire service and any other source of supply without the specific approval of the Company. The specific approval, if given, will at least require, at the customer's expense, a special double check valve installation or other device acceptable to the Company. Any unauthorized cross connection may be grounds for immediately discontinuing private fire service without liability.
- 11. The Company will supply only such water at such pressures as may be available from time to time as a result of the normal operation of its water system. The Company does not guarantee a specific water pressure or gallons-per-minute flow rate at any of the private fire service facilities installed. In the event service is interrupted or irregular or defective or fails from causes beyond the Company's control or through ordinary negligence of its employees, servants or agents, the Company will not be liable for any injuries or damages arising therefrom.
- 12. The customer shall make no claim against the Company for any loss or damage resulting from services provided under this schedule except for the Company's gross negligence.

TERMS AND CONDITIONS: Subject to the Company's Tariff Schedule TC-243